



## **City of Sunnyvale**

### **Public Safety Officers Association (PSOA) Employee Benefits**

#### **SALARY SCHEDULE**

The City maintains a salary schedule with four to six steps in five percent (5%) increments. Appointments are normally made at the first step. After successful completion of thirteen (13) pay periods of employment, consideration is given for a merit adjustment to the second step. Consideration for each subsequent one step merit adjustment is given at the next twenty-six (26) pay period interval.

#### **PAY SCHEDULE**

City employees are paid bi-weekly on alternating Thursdays.

#### **WORK SCHEDULE**

Work schedules vary based on assignment.

#### **BENEFITS**

Benefits are provided to all employees and vary by bargaining unit and/or employee group. Benefits are subject to change and do not constitute a contract.

#### **HEALTH AND WELFARE BENEFITS**

The City of Sunnyvale provides three (3) tiers of coverage that can be selected independently for the medical and vision plans: employee only, employee plus one dependent, and employee plus two or more dependents (family coverage).

##### **Medical**

Employees are eligible to enroll in a CalPERS medical plan effective the first of the month following their date of hire. The following plans are available: Anthem Select HMO, Anthem Traditional HMO, Blue Shield Access+ HMO, Blue Shield Net Value HMO, HealthNet SmartCare HMO, Kaiser HMO, United Healthcare HMO, PERS Choice PPO, PERS Select PPO, PERS Care PPO and PORAC.

The City pays a CalPERS required Minimum Employer Contribution (MEC) of \$467.46 monthly to CalPERS to be used toward the cost of a medical plan premium plus provides an employee cafeteria contribution of \$47.54 monthly. The City's total maximum contribution is \$515.00 monthly, which is used to pay for the medical premium cost, employee assistance program, vision or supplemental life insurance plans. These amounts may cover employee plus family benefits depending upon plan selection. Surplus MEC and cafeteria plan contributions are not eligible for cash payment.

##### **Cash-in-Lieu**

Employees that either reduce the number of their eligible dependents for medical coverage or waive coverage entirely are eligible to receive at least \$20.00 monthly and up to a maximum amount of \$125.00, upon proof of other medical coverage.

##### **Dental**

Dental insurance is provided through PSOA after thirteen (13) pay periods of service.

**Vision**

Employees are enrolled in the Vision Service Plan (VSP) effective the first of the month following their date of hire. At minimum, employee enrollment is mandatory. The premium cost will be deducted from the City contribution surplus, if available. If the City contribution does not contain a surplus, the cost will be deducted from pay on a pre-tax basis.

VSP provides a voluntary buy-up option that enhances coverage for an additional cost that is paid 100% by the employee. Surplus cafeteria plan contributions may not be applied to the buy-up cost.

VSP does not provide employees with member cards. You can simply use your social security number to verify your coverage with your vision provider. Plan information can be found at [www.vsp.com](http://www.vsp.com).

**Life Insurance/Accidental Death & Dismemberment (AD&D)**

The City shall provide life insurance equal to one times the annual base salary for employees. The employee also has the option of buying additional insurance, referred to as Supplemental Life/AD&D insurance of one times his/her annual base salary up to the maximum allowable coverage. Coverage is subject to the terms and conditions of the insurance policy and to current tax law provisions. If an employee chooses to buy supplemental insurance, the additional cost will be deducted from any City contribution surplus. If the City contribution does not contain a surplus, the cost will be deducted from pay on an after-tax basis.

**Long-Term Disability (LTD)**

LTD insurance is provided through PSOA. Coverage is effective immediately upon date of hire.

**Employee Assistance Program (EAP)**

Up to seven (7) paid in person counseling sessions per fiscal year for employees and eligible dependents plus unlimited telephonic sessions for work and life services are available through the EAP. The premium is deducted from the City contribution surplus.

**Flexible Spending Accounts**

The City offers a Healthcare Spending Account with an annual election limit of \$2,400 and a Dependent Care Spending Account with an annual election limit of either \$2,500 or \$5,000. Both spending account election limits are regulated by the IRS and the Dependent Care limit is determined based on an employee's income tax filing status.

**Commuter Transportation Benefits**

The Commuter transportation benefits plan allows you to set aside money on a pre-tax basis to pay for qualified work-related transportation expenses for mass transit, van pools, and parking. The monthly election limit is regulated by the IRS and fluctuates periodically.

**Premium Conversion**

Costs paid by the employee for medical and vision premiums are automatically deducted from pay before taxes, thereby, reducing taxable income and increasing take home pay.

**Retiree Medical Contribution**

The City will continue to contribute up to the monthly CalPERS Minimum Employer Contribution for PSOA employees that retire from Sunnyvale and elect CalPERS Basic or Medicare Supplement medical plan coverage. The Minimum Employer Contribution is paid directly to CalPERS, on behalf of the retiree. The City does not contribute to the cost of Medicare plan premiums that retirees pay to the Social Security Administration.

## **RETIREMENT**

### **CalPERS Retirement Benefits for Classic Members**

Classic members as referenced in this benefit summary are:

- City of Sunnyvale employees hired before January 1, 2013, or
- Employees hired on or after January 1, 2013 who are existing CalPERS members, or
- Employees hired on or after January 1, 2013 who are members of a reciprocal retirement system, as defined by CalPERS.

The City contracts with CalPERS to provide the Local Safety benefit formula of 3% @ 55 for classic employees hired on or after February 19, 2012 (Tier 2) and 3% @ 50 for all other classic members (Tier 1). Employees contribute three percent (3%) of the nine percent (9%) employee contribution from pay on a pre-tax basis pursuant to 414(h)(2). The City pays the remaining six percent (6%) employee contribution and reports the value to CalPERS as additional compensation. In addition, the City contributes 2.25% to fund the 'Single Highest Year' benefit.

Final compensation, for purposes of calculating the retirement benefit, is calculated on the highest average pensionable compensation earned by a member during a period of 12-consecutive months. This is also referred to as the single highest year average. The minimum retirement age is 50 and the maximum benefit age is 50 for Tier 1 and age 55 for Tier 2.

Classic employees who first became members on or after July 1, 1996 are subject to an annual compensation limit. The 2015 limit is \$265,000. Employees do not pay contributions on amounts exceeding this limit and compensation earned beyond the limit will not be considered when CalPERS calculates the single highest year pensionable compensation average. The City does not participate in Social Security but does contribute to Medicare.

*Note: Non-sworn personnel (Public Safety Officer-in-Training) receive the applicable miscellaneous benefit plan formula until successful completion of the police academy.*

### **CalPERS Retirement Benefits for New Members**

New members are:

- Individuals who have never been a member of any public retirement system prior to January 1, 2013, or
- Individuals who moved between retirement systems with more than a six (6) month break in service.

In compliance with the California Public Employees' Pension Reform Act of 2013 (PEPRA), new members will receive a Local Safety benefit formula of 2.7% @ 57. Employees contribute one-half of the normal cost from their pay on a pre-tax basis pursuant to 414(h)(2). Currently, one-half of the normal cost is twelve and three quarters percent (12.75%). The normal cost is subject to change on a fiscal year basis as determined by CalPERS.

Final compensation, for purposes of calculating the retirement benefit, is calculated on the highest average pensionable compensation earned by a member during a period of 36-consecutive months. This is also referred to as the 3-year average. The minimum retirement age is 50 and the maximum benefit age is 57.

New members are subject to an annual compensation limit that is regulated by CalPERS and changes periodically. Employees do not pay contributions on amounts exceeding the annual compensation limit, and compensation earned beyond the limit will not be considered when CalPERS calculates the 3-year pensionable compensation average. The City does not participate in Social Security but does contribute to Medicare.

*Note: Public Safety Officer Academy Attendee/Graduate, Public Safety Officer-in-Training and Public Safety Officer I-Trainee receive the applicable miscellaneous benefit plan formula until successful promotion to the sworn classification of Public Safety Officer I.*

#### **457 Deferred Compensation**

The City maintains several deferred compensation programs that are available to all employees.

#### **ANNUAL LEAVES**

Leaves are negotiated through collective bargaining, and therefore, may differ slightly for each bargaining unit and/or employee group. Please refer to the individual MOU for further details. Additionally, upon separation from the City, all leaves that are eligible for cash out will be paid to the employee on his/her final paycheck.

#### **Vacation**

Vacation Leave accrues on a per pay period basis, according to the accrual schedule below:

<b>Pay Periods of Service</b>	<b>Years Employed</b>	<b>Hours Accrued Per Pay Period</b>
130 or fewer	0 to 5	3.4
131-260	5+ to 10	5.0
261-520	10+ to 20	6.5
521-650	20+ to 25	7.0
651+	25+	8.0

Employees will accrue at the above rates while their vacation balance is less than 400 hours. Once the 400 hour cap is reached, vacation will no longer accrue until the employee uses vacation to reduce the leave balance.

Upon date of hire, vacation leave shall begin to accrue at the end of the first pay period. As a result, hours accrued in a particular pay period are not available within the same pay period. Please note that vacation leave cannot be used in an employee's first pay period of employment.

#### **Disability Leave**

After an employee has completed twenty-six (26) pay periods of service, up to ninety (90) days of paid leave is provided for each unrelated non-work illness or injury. During a PSOA employee's first twenty-six (26) pay periods of service, the employee may be authorized up to forty (40) hours of interim disability leave for work-related and non-work related illness or injury.

#### **Floating Holiday Leave**

Twenty (20) hours of Floating Holiday leave is granted at the beginning of each calendar year to be used for any leave purpose for employees who are not on a shift or fire tour of duty schedule. Leave is pro-rated for new and terminating employees and employees entering and leaving the non-shift duty. Upon date of hire, Floating Holiday is credited to an employee's leave bank at the end of his/her first pay period. As a result, Floating Holiday leave cannot be used in an employee's first pay period of employment. Unused Floating Holiday leave at the end of the calendar year will be paid out in cash.

#### **Holiday Leave**

The City of Sunnyvale observes a total of eleven (11) holidays per calendar year, as follows: New Year's Day, Martin Luther King Jr. Birthday, President's Holiday, Memorial Day, Independence Day, Labor Day, Thanksgiving Day, day after Thanksgiving, Christmas Eve, Christmas Day, and New Year's Eve.

**In-Lieu of Holiday**

Employees assigned to a shift schedule or fire tour of duty schedule shall receive an additional 4.15 hours pay, in lieu of holidays off, each pay period.

**Bereavement Leave**

After thirteen (13) pay periods, up to forty (40) hours is provided for the death of an eligible family member.

**Jury Duty Leave**

Full pay is provided when called to serve on jury duty. Proof of service is required.

**Emergency Family Leave**

A maximum of eight (8) hours of leave during a standard work schedule, shift schedule or a fire tour of duty schedule may be authorized after an employee has completed twenty-six (26) pay periods of service.

**Medical Appointment Leave**

Leave for appointments with medical doctors and dentists, up to two (2) hours during a standard daily work schedule, may be authorized after twenty-six (26) pay periods of service.

**ADDITIONAL BENEFITS**

Boot Allowance	Clothing Allowance (eligible positions)
Credit Union Membership	Direct Deposit
Educational Incentive Program	Special Training Reimbursement
Tuition Reimbursement	Years of Service Awards